STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210 Box 145801 Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291 Fax: (801) 359-3940

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	<u>General</u>	Info	rmation

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1.	Report Time Period: From (mo./yr.) <u>1/05</u> To (mo./yr.) <u>1/06</u>		
2.	DOGM File Number (Mine No): S0/100/66		
3.	Mine Name: Munchkin 1,2,3		
4.	Mineral(s) Mined (or permitted to mine): Cutting and Decorative Stone		
5.	Type of mine: X Surface Mine or □ Underground Mine		
6.	Legal Description (Location of Lands Affected): No Change		
	1/4, 1/4, Section, Township, Range		
	1/4, 1/4, Section, Township, Range		
	1/4, 1/4, Section, Township, Range		
7.	Name of Operator or Company: Earth's Partners LLC		
8.	Permanent Street Address: 2400 E 30 S		
	City, State, Zip: Beaver, UT 84713		
	Phone: (435)438-5522 Fax: (435)438-2555 E-mail:ep7@xmission.com		
9.	Company Representative (or designated operator):		
	Name: S. Heather Scholz/ David Penney		
	Title: Owners/operators		
	Business Address: 2400 E 30 S		
	City, State, Zip: Beaver, UT 84713		
	Phone: (435)438-5522 Fax: (435)438-2555 E-mail:ep7@xmission.com		

II. Mining and Reclamation

1. Was there any mine related activity during the past year? Yes \mathbf{X} No

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Please check if any of the above information has changed since previous year.

2. If no - what was the last year of activity? Proposed operation

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- 3. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material. Not Applicable
- 4. Briefly describe the type of work performed, during the past year. Not Applicable
- 5. How much new or additional acreage was disturbed during the past year? Not **Applicable**
- 6. How much acreage was reclaimed during the past year? Not Applicable
- 7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. (Submit form MRSITE for an application for full or partial bond/site release). Not Applicable
- 8. What is the total disturbed acreage of entire project at years end? Same
- 9. Briefly summarize any mining and/or reclamation plans for the upcoming year. Mining and reclamation will be continuous
- 10. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information - R647-4-121.2

1. Include an updated map depicting surface disturbance and reclamation performed during the year, prepared in accordance with Rule R647-4-105.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): S. Heather Scholz

Title of Operator: Registered Agent/ Owner/ Operator Signature of Operator: Hearth Substitution Date: 1/21/06